

**MICHIGAN  
HOUSE OF REPRESENTATIVES  
P.O. Box 30014  
LANSING, MICHIGAN 48909-7514**

**HOUSE STANDING COMMITTEE ON  
APPROPRIATIONS**

Wednesday, April 20<sup>th</sup>, 2016                      9:30 a.m.                      Room 352 State Capitol Building

Representative Pscholka, Chair, called the meeting to order.

Chair Pscholka requested attendance be called to establish a quorum of the appointed committee members:

Present: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Absent: None.

Excused: None.

Representative Inman moved to approve the minutes from the April 19<sup>th</sup>, 2016 meeting.

There being no objection, the motion was approved by unanimous consent.

The Chair laid HB 5294 before the committee:

HB 5294 (Pscholka) Appropriations; zero budget; omnibus budget appropriations; provide for.

Substitute (H-1) Draft 1 and amendments for HB 5294 were adopted on April 19<sup>th</sup>, 2016.

Benjamin Gielczyk and Perry Zielak, representing the House Fiscal Agency, testified on the General Government budget section of the bill. Questions and discussion followed.

Kieran Marion, representing the Michigan Secretary of State, testified on the General Government budget section of the bill.

Representative Cox offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 148, line 4, by striking "Civil rights operations" and inserting "Division on deaf and hard of hearing"
2. Amend page 148, line 4, by striking out "\$125,000" and inserting "150,000" and adjusting subtotals, totals, and section 201 accordingly.

Representative Cox explained the amendments.

Representative Cox moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1.

The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Poleski offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 238, following line 18, by inserting:  
"Sec . 822k. The department shall work with the department of health and human services to secure an appraisal of all state-owned lands and buildings at the Hawthorn center psychiatric hospital facility for children and adolescents and develop a proposal for possible replacement of the facility at the same location or at a new location. A copy of the appraisal and proposal shall be delivered to the senate and house appropriation committees, the senate and house fiscal agencies, and the state budget director by March 1, 2017.".

Representative Poleski explained the amendment.

Representative Poleski moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Cox offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 150, line 9, following "council" by striking out "11,981,200" and inserting "12,481,200" and adjusting the subtotals, totals, and section 201 accordingly .

2. Amend page 202, following line 26, by inserting:

"Sec. 610. (1) From the funds appropriated in part 1 for the legislative council, the criminal justice policy commission shall spend up to \$500,000.00 for a study to determine what the additional estimated annual costs to counties would be if 17-year-olds were redirected from the adult court and correctional systems into the family court and juvenile justice systems. The study shall also determine the estimated savings to the state corrections system, as well as any other financial or policy costs and benefits, from such a redirection.

(2) The unexpended funds appropriated in part 1 for the criminal justice policy commission study are designated as a work project appropriation, and any unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be available for expenditure for projects under this section until the projects have been completed. The following is in

compliance with section 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

(a) The purpose of the project is to determine what additional estimated annual costs to counties would be if 17-year-olds were redirected from the adult court and correctional systems into the family court and juvenile justice systems and the estimated savings to the state corrections system, as well as any other financial or policy costs and benefits, from such a redirection.

(b) The project will be accomplished by utilizing state employees or contracts with private vendors, or both. The total estimated cost of the project is \$500,000.00.

(c) The tentative completion date is September 30, 2018."

Representative Cox introduced the amendments. Questions and discussion followed.

Representative Cox moved to adopt the amendments to HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Chairman Pscholka offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 178, following line 15, by inserting :  
"Sustainable employment pilot program ..... \$ 100"  
and adjusting the subtotals, totals, and section 201 accordingly.

2. Amend page 308, following line 13, by inserting :  
"Sec. 1083. From the funds appropriated in part 1 for the sustainable employment pilot program, the department of talent and economic development shall create or contract with another entity to provide a pilot program that focuses on moving individuals off of government assistance programs and measuring the corresponding savings to the state of Michigan . The pilot program shall work with local community and workforce development agencies and focus on long-term results."

Chairman Pscholka introduced the amendments.

Representative Bumstead moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Singh offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 195, line 19, following "contamination" by inserting "with the exception of any criminal defense related costs."

Representative Singh moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Singh offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 279, following line 25, by inserting:  
"Sec . 958. The department of treasury shall conduct a comprehensive statewide cost study on municipal finance to determine the sufficient resources necessary to provide adequate services while still remaining solvent."

Representative Singh moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Singh offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 246, following line 18, by inserting:  
"Sec. 838 . All chief executive officers appointed by the state school reform/redesign office shall provide an annual report to the senate standing committee on oversight, the house of representatives standing committee on oversight and ethics, the house and senate fiscal agencies, and the state budget office that includes, but is not limited to, the following information:  
(a) The annual financial report of the school(s ) subject to oversight by the chief executive officer.  
(b) A listing of all contracts entered into by the chief executive officer that exceed \$25,000 .00.  
(c) A listing of any pending or ongoing litigation related to the chief

executive officer or school(s) subject to oversight by the chief executive officer." .

2. Amend page 268, following line 21, by inserting:

"Sec . 936. All emergency financial managers shall provide an annual report to the senate standing committee on oversight, the house of representatives standing committee on oversight and ethics, the house and senate fiscal agencies, and the state budget office that includes, but is not limited to, the following information :

(a) The annual financial report of the municipality or school district subject to oversight by the emergency financial manager .

(b) A listing of all contracts entered into by the emergency financial manager that exceed \$25,000 .00.

(c) A listing of any pending or ongoing litigation related to the emergency financial manager or municipality or school district subject to oversight by the emergency financial manager." .

Representative Singh introduced the amendments.

Representative Singh moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail, by a vote of 11-18-0

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Durhal offered the following amendment to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 171, following line 16, by inserting:

"Compulsive gaming prevention fund ..... \$ 100"  
and adjusting the subtotals, totals, and section 201 accordingly.

Representative Durhal explained the amendment.

Representative Durhal moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Durhal offered the following amendment to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 170, following line 20, by inserting:  
"Dexter Elmhurst community center ..... \$ 50,000"  
and adjusting the subtotals, totals, and section 201 accordingly .

Representative Durhal explained the amendment.

Representative Durhal moved to adopt the amendment to HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Durhal offered the following amendment to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 215, following line 23, by inserting:  
"Sec. 724. The department of state shall run a trial program testing new election voting machines and equipment in the city of Lansing in an election prior to the general election in November 2018."

Representative Durhal explained the amendment.

Representative Durhal moved to adopt the amendment to HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 10-18-1.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: Rep. Singh.

Representative Irwin offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 202, following line 26, by inserting:  
"Sec. 612. As a condition of receiving appropriations in part 1, the legislature shall not enter into a contract to purchase, develop, or lease a building or grounds to be used by the senate or house of representatives if that building or grounds also houses a lobbyist or lobbyist agent as

those terms are defined in section 5 of 1978 PA 472, MCL 4.415."

Representative Irwin explained the amendment.

Representative Irwin moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 12-17-0

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Bizon, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Pagan offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 199, following line 25, by inserting:  
"Sec. 406. The department of civil rights shall maintain a dedicated phone line that allows for anonymous reporting for reporting possible violations of equal pay under the Elliot-Larsen civil rights act. The department shall also maintain a public website that includes information about the act, a link to an easy to use form for electronic reporting of a violation of the act, and prominently display the telephone number for reporting a violation of this act."

Representative Pagan explained the amendment. Questions and discussion followed.

Representative Pagan moved to adopt the amendment to HB 5294, as substitute (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Pagan offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 147, following line 8, by inserting:  
"Commission on pay equity..... \$100,000"  
and adjusting subtotals, totals, and section 201 accordingly.

2. Amend page 199, following line 25, by inserting:  
"Sec. 407. From the funds appropriated in part 1, the commission on pay equity shall be established in the department of civil rights. The commission shall oversee the implementation of gender discrimination prohibitions, conduct and report findings regarding pay discrimination,

provide analysis of gender-based wage differentials, and make recommendations as appropriate regarding barriers to pay equity. The commission shall present its findings and recommendations to the secretary of the senate and the clerk of the house of representatives, the governor and the public no later than one year after members have been appointed to the commission.”.

Representative Pagan explained the amendments.

Representative Pagan moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Roberts offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 160, following line 16, by inserting:  
"Feminine hygiene products for state owned buildings..... \$100"  
and adjusting subtotals, totals, and section 201 accordingly.

2. Amend page 238, following line 18, by inserting:  
"Sec. 822m. From the funds appropriated in part 1, the department shall provide tampons and sanitary napkins at no charge in all women's bathrooms in all state-owned buildings.".

Representative Roberts explained the amendments.

Representative Roberts moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Yanez offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 190, following line 17, by inserting:  
"Sec . 236 . As a condition of receiving funds appropriated in part 1, no department or state agency shall enter into a contract for goods or services with a vendor or contractor that is



delinquent on taxes due the state of Michigan."

Representative Yanez explained the amendment.

Representative Singh moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Hoadley offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 202, following line 26, by inserting:  
"Sec. 611. The legislature shall not enter into a lease or purchase agreement regarding real estate without the approval of a majority of the members elected to and serving in both the senate and house of representatives."

Representative Hoadley explained the amendment.

Representative Hoadley moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Faris offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 164, following line 26, by inserting:  
"Capital outlay - university, community college and state agency planning authorization - university of Michigan - Flint, Murchie science building addition - for program and planning to be paid for from university resources (estimated total authorized cost \$39,000,000; state share \$29,250,000; university share \$9,750,000) ..... \$100".
2. Amend page 164, following line 26, by inserting:  
"Capital outlay - university, community college and state agency planning authorization - Saginaw Valley state university, college of business and management expansion - for program

and planning to be paid for from university resources (estimated total authorized cost \$17,500,000; state share \$9,800,000; university share \$7,700,000) ..... \$100".

3. Amend page 164, following line 26, by inserting:

"Capital outlay - university, community college and state agency planning authorization - Wayne State university, STEM innovation learning center - for program and planning to be paid for from university resources (estimated total authorized cost \$29,500,000; state share \$14,750,000; university share \$14,750,000) ..... \$100".

4. Amend page 164, following line 26, by inserting:

"Capital outlay - university, community college and state agency planning authorization - Eastern Michigan university, strong hall renovation for program and planning to be paid for from university resources (estimated total authorized cost \$39,536,000; state share \$29,652,000; university share \$9,884,000) ..... \$100".

5. Amend page 164, following line 26, by inserting:

"Capital outlay - university, community college and state agency planning authorization - Kellogg community college, regional manufacturing technology center renovation and addition - for program and planning to be paid for from university resources (estimated total authorized cost \$4,300,000; state share \$2,150,000; university share \$2,150,000) ..... \$100".

6. Amend page 164, following line 26, by inserting "Capital outlay - university, community college and state agency planning authorization - Wayne County community college, eastern campus repurposing and upgrading - for program and planning to be paid for from university resources (estimated total authorized cost \$18,000,000; state share \$9,000,000; university share \$9,000,000) ..... \$100".

7. Amend page 164, following line 26, by inserting:

"Capital outlay - university, community college and state agency planning authorization - Northwestern Michigan college, west hall innovation center renovation and expansion for program and planning to be paid for from university resources (estimated total authorized cost \$14,499,400; state share \$7,249,700; university share \$7,249,700) ..... \$100".

8. Amend page 164, following line 26, by inserting:

"Capital outlay - university, community college and state agency planning authorization - department of natural resources, coolwater rearing hatchery improvements - for program and planning to be paid for from university resources (estimated total authorized cost \$12,242,500; state share \$12,242,000) ..... \$100".

9. Amend page 164, following line 26, by inserting:

"Capital outlay - university, community college and state agency planning authorization - department of technology, management and budget, Jackson state office building renovation - for program and planning to be paid for from university resources {estimated total authorized cost \$9,450,000; state share \$9,450,000) ..... \$100" and adjusting subtotals, totals, and section 201 accordingly.

Representative Faris moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 12-17-0.

#### **UNFAVORABLE ROLL CALL:**

Yeas: Reps. Bizon, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel,

VerHeulen, Victory, Afendoulis, Canfield, Cox, Garcia, Inman and Aaron Miller.  
Pass: None.

Representative Singh offered the following amendments for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 172, line 14, following "sharing" by striking "248,840,000" and inserting "276,415,000" and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 273 , line 14, by striking out "100%" and inserting "111. 0814%”.

Representative Singh explained the amendments. Questions and discussion followed.

Representative Singh moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Yanez offered the following amendments for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 150, following line 13, by inserting:  
"Michigan veterans facility ombudsman. .... \$150,000"  
and adjusting the subtotals, totals, and section 201 accordingly.

2. Amend page 203, following line 10, by inserting:  
"Sec. 619. The funds appropriated in part 1 for the Michigan veteran’s facility ombudsman shall be used to create a veterans facility ombudsman to address complaints made at the veterans homes of this state.”.

Representative Yanez explained the amendments. Questions and discussion followed.

Representative Yanez moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays:None.

Pass: None.

Kyle Jen and Kevin Koorstra, representing the House Fiscal Agency, testified on the Department

of Health and Human Services budget section.

Representative VerHeulen testified on the Department of Health and Human Services budget section of the bill. Questions and discussion followed.

Chairman Pscholka offered the following amendment for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 357, line 18, by striking out all of Section 295 and inserting:  
"Sec. 295. (1) From the funds appropriated in part 1 to agencies providing physical and behavioral health services to multicultural populations, the department shall competitively award grants in accordance with the requirements of subsection (2). The state shall not be liable for any spending above the contract amount.  
(2) The department shall require each contractor described in subsection that receives greater than \$1.0 million in state grant funding to comply with performance related metrics to maintain their eligibility for funding. The organizational metrics shall include, but not be limited to, all of the following:
  - (a) Each contractor or subcontractor shall have accreditations that attest to their competency and effectiveness as behavioral health and social services agencies.
  - (b) Each contractor or subcontractor shall have a mission that is consistent with the purpose of the multicultural agency.
  - (c) Each contractor shall validate that any subcontractors utilized within these appropriations share the same mission as the lead agency receiving funding.
  - (d) Each contractor or subcontractor shall demonstrate cost- effectiveness.
  - (e) Each contractor or subcontractor shall ensure their ability to leverage private dollars to strengthen and maximize service provision.
  - (f) Each contractor or subcontractor shall provide timely and accurate reports regarding the number of clients served, units of service provision and ability to meet their stated goals.  
(3) The department shall require an annual report from the contractors described in subsection (2). The annual report, due 60 days following the end of the contract period, shall include specific information on services and programs provided, the client base to which the services and programs were provided, information on any wraparound services provided, and the expenditures for those services. The department shall provide the annual reports to the senate and house appropriations subcommittees on health and human services, the senate and house fiscal agencies and the state budget office."

Chairman Pscholka explained the amendment.

Representative Bumstead moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Chairman Pscholka offered the following amendment for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 417, following line 14, by inserting:

"Sec. 1011. It is the intent of the legislature that any funds that lapse from the funds appropriated in part 1 for Medicaid mental health services shall be redistributed to individual CMHSPs based on the community mental health non-Medicaid services distribution formula in effect during the current fiscal year. By April 1 of the current fiscal year, the department shall report to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, and the state budget office on the lapse by PIHP from the previous fiscal year and the projected lapse by PIHP in the current fiscal year."

Chairman Pscholka explained the amendment.

Representative Bumstead moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Afendoulis offered the following amendments for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 333, line 26, by striking out "9,639,800" and inserting "10,357,200".
2. Amend page 334, line 13, by striking out "10,427,171,800" and inserting "10,427,639,200" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 459, line 7, by striking out all of section 1899, and inserting:  
"Sec. 1899. From the funds appropriated in part 1 for personal care services, beginning October 1, 2016, the department shall increase the monthly Medicaid personal care supplement paid to adult foster care facilities and homes for the aged that provide personal care services to Medicaid beneficiaries by \$15.00."

Representative Afendoulis explained the amendments.

Representative Afendoulis moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Chairman Pscholka offered the following amendment for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 452, line 21, after "pediatric medicine," by inserting "including the subspecialty of neonatal medicine,".

Chairman Pscholka explained the amendment. Questions and discussion followed.

Representative Bumstead moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative VerHeulen offered the following amendments for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 332, line 4, by striking out "39,850,600" and inserting "40,000,600".
2. Amend page 332, line 18, by striking out "\$37,817,400" and inserting "\$37,967,400" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 433, after line 8, by inserting:  
"Sec. 1424. From the funds appropriated in part 1 for community services, \$150,000.00 is appropriated for Alzheimer's disease services and shall be remitted to the Alzheimer's association- Michigan chapters for the purpose of carrying out a pilot project in Macomb, Monroe, and St. Joseph Counties. The fiduciary for the funds is the Alzheimer's association-greater Michigan chapter. The Alzheimer's association shall provide enhanced services, including 24/7 helpline, continued care consultation, and support groups, to individuals with Alzheimer's disease or dementia and their families in the 3 counties, and partner with a Michigan public university to study whether provision of such in-home support services significantly delays the need for residential long-term care services for individuals with Alzheimer's disease or dementia. The study must also consider potential cost savings related to the delay of long-term care services, if a delay is shown.".

Representative VerHeulen explained the amendments.

Representative VerHeulen moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller,

Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Faris offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 16, line 22, by striking out "6,044,900" and inserting "6,069,900".
2. Amend page 17, line 20, by striking out "44,276,200" and inserting "44,301,200" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 113, following line 23, by inserting:  
"Sec. 1228. From the funds appropriated in Part 1 for chronic disease control and health promotion administration, \$25,000.00 is appropriated for a reflex sympathetic dystrophy/complex regional pain syndrome (RSD/CRPS) public education and outreach program to promote awareness of RSD/CRPS. The department shall follow section 5141 of the Public Health Code, 1978, PA 368, MCL 333.5141 in implementing this program."

Representative Faris explained the amendments.

Representative Faris moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Faris offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 330, line 8, by striking out "19,322,600" and inserting "18,922,600".
2. Amend page 330, line 19, by striking out:  
"Social security act, temporary assistance for needy families ..... \$400,000"  
and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 428, line 9, by striking out all of Sec. 1307.

Representative Faris explained the amendments.

Representative Faris moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.  
Pass: None.

Representative Singh offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 383, following line 8, by inserting:  
“Sec. 570. From the funds appropriated in part 1 for adoption subsidies, the department is authorized to make payments only to the agencies that report to the department the following information:
  - (a) The agency's policy on conducting adoptions with same-sex couples.
  - (b) The agency's policy on conducting adoptions concerning the adoptive parents' religious faith and whether the agency would refuse an adoption based on the religious preference of the adoptive parents.”.

Representative Singh explained the amendment.

Representative Singh moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Irwin offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 328, line 8, by striking out "4,254,900" and inserting "4,255,000".
2. Amend page 328, line 19, by striking out "\$5,879,400" and inserting "\$5,879,500" and adjusting the subtotals, totals, and section 201 accordingly.

Representative Irwin explained the amendments.

Representative Irwin moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.



The Chair laid the committee at ease, the time being 11:18 a.m.

The Chair called the committee to order, the time being 11:25 a.m.

Representative Singh offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 586 following line 25 by inserting:

"Sec. 252. (1) From the amount appropriated in part 1 for invasive species prevention and control, \$250,000.00 is designated for the department to establish a Zika virus mosquito abatement program. The department shall design program guidelines and practices based on the most up to date Zika virus research. The department shall produce an annual report on the progress of the program, the migration of the Asian Tiger mosquito in Michigan, and other vital statistics. This report will be submitted to the house and senate natural resources committees, the house and senate appropriations subcommittees on natural resources, and the house and senate fiscal agencies by September 30.

(2) From the funds appropriated in part 1 for invasive species prevention and control, \$150,000.00 shall be allocated as an interdepartmental grant to the department of health and human services for Zika virus education and outreach, prevention, detection, monitoring, and screening and testing as recommended by the federal centers for disease control and prevention. By the end of each fiscal quarter of the current fiscal year, the department of health and human services shall report on public health issues in this state related to the Zika virus. The report shall be provided to the house and senate appropriations subcommittee on health and human services, and the house and senate fiscal agencies.

Sec. 253. (1) The department shall add the Asian tiger mosquito to Michigan's invasive species watch list. The department shall monitor the migration of this species, particularly along the Ohio border in the following counties: Hillsdale, Lenawee, and Monroe.

(2) From the appropriation in part 1 for invasive species prevention and control, \$100,000.00 is designated for the department to set traps for the Asian tiger mosquito in the urban areas of the following counties: Hillsdale, Lenawee, and Monroe."

2. Amend page 328, line 7, by striking out "\$16,044,500" and inserting "\$16,194,500" and adjusting the subtotals, totals, and section 201 accordingly.

3. Amend page 328, after line 13, by inserting:

"Interdepartmental grant revenues:

Interdepartmental grant from the department of natural resources..... \$150,000".  
and adjusting the subtotals, totals, and section 201 accordingly.

4. Amend page 422, after line 15, by inserting:

"Sec. 1183. From the funds appropriated in part 1 for epidemiology administration, \$150,000.00 shall be allocated for Zika virus education and outreach, prevention, detection, monitoring, and screening and testing as recommended by the federal centers for disease control and prevention. By the end of each fiscal quarter of the current fiscal year, the department shall report on public health issues in this state related to the Zika virus. The report shall be provided to the house and senate appropriations subcommittee on health and human services, and the house and senate fiscal agencies."

Representative Singh explained the amendments. Questions and discussion followed.

Representative Singh moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Yanez offered the following amendments for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 332, line 4, by striking out "39,850,600" and inserting "42,350,600".
2. Amend page 332, line 5, by striking out "39,044,000" and inserting "41,544,000".
3. Amend page 332, line 18, by striking out "37,817,400" and inserting "42,817,400" and adjusting the subtotals, totals, and section 201 accordingly.

Representative Yanez explained the amendments.

Representative Yanez moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 12-17-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Bizon, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Yanez offered the following amendments for HB 5294, as substitute (H-1) Draft 1:

1. Amend page 318, line 15, by striking out "187,089,200" and inserting "190,803,100".
2. Amend page 318, line 17, by striking out "183,426,000" and inserting "187,212,100" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 378, line 17, by deleting "\$40.00" and inserting "45.00".

Representative Yanez explained the amendments. Questions and discussion followed.

Representative Yanez moved to adopt the amendments for HB 5294, as substituted (H-1) Draft

1. The motion did not prevail by a vote of 10-19-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller and Hoadley.

Pass: None.

Representative Pagan offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 316, line 23, by striking out “5,097,300” and inserting “5,097,400” and adjusting the subtotals, totals, and section 201 accordingly.

2. Amend page 366, following line 2, by inserting :

"Sec. 452. From the funds appropriated in part 1 for rape prevention and services, \$100.00 funding shall be allocated to fund sexual assault comprehensive services program grants in addition to the amount of funding allocated for these grants in the fiscal year ending September 30, 2016.”.

Representative Pagan explained the amendments.

Representative Pagan moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Irwin offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 320, line 26, by striking out “2,348,117, 400” and inserting “2,486,273,800”.

2. Amend page 321, line 2, by striking out “174,951,600” and inserting “178,102,600”.

3. Amend page 321, line 15, by striking out “2,342,649,300” and inserting “2,480,805,700” and adjusting the subtotals, totals, and section 201 accordingly.

4. Amend page 395, following line 1, by inserting:

“Sec. 656. From the funds appropriated in part 1 for the low-income home energy assistance program, up to \$3,151,000.00 of federal funding shall be allocated to provide an additional \$21.00 payment to certain food assistance program cases to enable additional food assistance program cases to receive expanded food assistance benefits through the program

commonly known as the heat and eat program.”.

Representative Irwin explained the amendments.

Representative Irwin moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Robin Risko, representing the House Fiscal Agency, testified on the Judiciary budget section.

Paul Holland, representing the House Fiscal Agency, testified on the Department of Licensing and Regulatory Affairs and Department of Insurance and Financial Services budget sections. Questions and discussion followed.

The Chair laid the committee at ease, the time being 11:57 a.m.

The Chair call the committee to order, the time being 12:26 p.m.

Representative Bizon offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 500, following line 11, by inserting:  
“First responder presumed coverage fund..... \$ 3,000,000”.
2. Amend page 501, following, line 2, by inserting:  
“Forest development fund..... \$ 3,000,000”  
and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 521, following line 10, by inserting:  
“Sec. 701. The amount appropriated in part 1 for the first responder presumed coverage fund shall be deposited into the first responder presumed coverage fund created under section 405 of the workers disability compensation act of 1969, 1969 PA 317, MCL 418.405.”.

Representative Bizon explained the amendments. Questions and discussion followed.

Representative Bizon moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Pagan offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 521, line 10, by inserting:

"Sec. 703. From the amount appropriated in part 1 for the wage and hour program, the Michigan occupational safety and health administration shall require employers located within this state to conspicuously post a notice at the work site describing the provisions related to the payment of wages pursuant to the following state laws:

- (a) Workforce opportunity wage act, 2014 PA 138, MCL 408.411 to 408.424.
- (b) Payment of wages and fringe benefits, 1978 PA 390, MCL 408.471 to 408.489.
- (c) Prevailing wages on state projects, 1965 PA 166, MCL 408.551 to 408.558."

Representative Pagan explained the amendment.

Representative Pagan moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

#### **UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Perry Zielak, representing the House Fiscal Agency, testified on the Department of Military and Veteran's Affairs budget section. Questions and discussion followed.

Representative Inman offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

- 1. Amend page 532, line 20, by striking out "5,000,000" and inserting "100".
- 2. Amend page 532, line 21, by striking out "7,500,000" and inserting "2,500,100" and adjusting the subtotals, totals, and section 201 accordingly.

- 3. Amend page 562 by striking out all of line 10.
- 4. Amend page 562, following line 10, by striking out all of Section 702.
- 5. Amend page 562, following line 9, by inserting:

#### **"MEDICAID CERTIFICATION RESERVE FUND**

Sec . 702. (1) The Medicaid certification reserve fund is created within the state treasury. For the fiscal year ending September 30, 2017, there is appropriated a total of \$5,000,000.00 general fund/general purpose for deposit into the Medicaid certification reserve fund. Funds deposited in the Medicaid certification reserve fund shall only be expended upon appropriation or legislative transfer pursuant to section 393 of the Management and Budget Act, 1984 PA 431, as amended , MCL 18.1393. Interest and earnings from the investment of funds deposited in the

Medicaid certification reserve fund shall be deposited into the general fund. Funds in the Medicaid certification reserve fund at the end of a fiscal year shall remain in the Medicaid certification reserve fund and shall not lapse into the general fund."

Representative Inman explained the amendments.

Representative Inman moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Inman offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

- 1 Amend page 532, following line 9, by inserting:  
"Veterans homes planning ..... 100".
2. Amend page 532, line 10, by striking out "16,500,000" and inserting "16,500,100" and adjusting the subtotals, totals, and section 201 accordingly.
3. Amend page 561, following line 27, by inserting:  
**"VETERANS HOMES PLANNING**  
Sec . 605. (1) Funds appropriated in part 1 for veterans homes planning shall be used for the purposes of improving this state's services in providing homes for veterans, which includes, but is not limited to , the following:
  - (a) Developing a long-term plan for this state's veterans homes.
  - (b) The acquisition of land or facilities for the purpose of expanding upon existing veterans homes or creating new veterans homes.
  - (c) Constructing one or more new veterans homes.
  - (d) Renovation of an existing veterans home, whole or in part, or its associated facilities and infrastructure.

(2) The department shall issue a report quarterly regarding the progress of any project undertaken utilizing funds appropriated for veterans homes planning to the chairs of the house and senate standing committees on appropriations, the subcommittees, and the house and senate fiscal agencies."

Representative Inman explained the amendments.

Representative Inman moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready,

Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Yanez offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 560, following line 1, by inserting:

"Sec. 501b. (1) The department shall achieve staffing levels required to meet the USDVA per-patient care hours standards by October 15, 2016.

(2) The department shall take all necessary actions to include, but not limited to, legal actions against third party vendors in order to enforce contract compliance and ensure satisfactory staffing levels at the veterans homes of this state.

(3) The department shall advise the legislature if it is necessary to terminate any contract with third parties providing nursing aide services to the veterans homes of this state and reinstate state- employed residential care aides in order to provide adequate nursing care to members of the veterans homes of this state.

(4) In the event of a deficiency in the level of staffing in the veterans homes of this state, which results in per-patient care hours falling below the USDVA standards, the department shall report to the chairs of the house and senate standing committees on appropriations, the subcommittees, and the house and senate fiscal agencies on the nature of the staffing deficiency, to include a plan to resolve the deficiency, within 48 hours of the conclusion of the pay period in which the staffing deficiency occurred."

Representative Yanez explained the amendment. Questions and discussion followed.

Representative Yanez moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

#### **UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Roberts offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 551, following line 2, by inserting:

"Sec. 401. (1) The MVAA shall provide an annual report to the subcommittees, house and senate fiscal agencies, and the state budget office no later than April 1, 2017.

(2) The report shall include data on the current state of veterans homelessness in this state, including, but not limited to, the following:

(a) Number of sheltered and unsheltered homeless veterans.

(b) Demographic characteristics of homeless veterans, including age, gender, race, marital status, period of service, mental health and substance abuse issues, and prior periods of incarceration.

(c) Geographic distribution of homeless veterans.

(d) Causes and trends for homelessness among veterans.

(e) Needs of homeless veterans, including permanent housing, health care, and education and training.

(f) An identification of public and private community-based programs that provide services to homeless veterans.

(g) The extent to which homeless veterans access community-based services.

(h) A plan of action to both combat and prevent homelessness among veterans through increases in, and access to, veterans benefits and other community-based services."

Representative Roberts explained the amendment. Questions and discussion followed.

Representative Roberts moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Roberts offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 551, following line 2, by inserting:

"(7) The MVAA shall provide education and non-discrimination and sensitivity training to MVAA service officers, county veterans counselors, VSO service officers, and regional coordinators to ensure that all veterans are treated with the respect, dignity, and the professionalism that they deserve and to increase their awareness of the availability of health, financial, and memorial benefits available through the USDVA to same sex spouses and gay, lesbian, bi-sexual and transgendered veterans."

Representative Roberts explained the amendment. Questions and discussion followed.

Representative Roberts moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.



Pass: None.

Representative Roberts offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 540, following line 14, by inserting:

"Sec. 241. From the funds appropriated in part 1, the department shall expend not more than \$150,000 to conduct a feasibility study, conducted by a third-party under contract after soliciting a competitive request for proposal, regarding the establishment and operation of state veterans homes in Macomb County . After receipt of the feasibility study, the department shall provide copies of the study to the chairs of the house and senate standing committees on appropriations, the subcommittees, the house and senate fiscal agencies, and the state budget office. The feasibility study shall include, but is not limited to, the following:

- (a) A demographic analysis of the veterans population, including age, gender, period of service, and special medical needs.
- (b) An analysis of the current, short-term, and long-term availability of long-term care services available to veterans and the general population.
- (c) The potential construction and operational costs, taking into consideration the type of care and other services provided."

Representative Roberts explained the amendment. Questions and discussion followed.

Representative Roberts moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

The Chair laid the committee at ease, the time being 1:05 p.m.

The Chair called the committee to order, the time being 2:55 p.m.

Austin Scott, representing the House Fiscal Agency, testified on the Department of Natural Resources budget section. Questions and discussion followed.

Representative Roberts offered the following amendments for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 568 following line 21 by inserting:

"Michigan conservation corps ..... 1,000,000".

2. Amend page 569, line 1, by striking out "5,028,300" and inserting "6,028,300" and adjusting the subtotals, totals, and section 201 accordingly.

Representative Roberts explained the amendments. Questions and discussion followed.

Representative Roberts moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Representative Roberts offered the following amendment for HB 5294, as substituted (H-1) Draft 1:

1. Amend page 584, following line 12, by inserting:

"Sec. 217. The department and agencies receiving appropriations in part 1 shall receive and retain copies of all reports funded from appropriations in part 1 and post these reports on the department website. Federal and state guidelines for short-term and long-term retention of records shall be followed. The department may electronically retain copies of reports unless otherwise required by federal and state guidelines."

Representative Roberts explained the amendment.

Representative Roberts moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion did not prevail by a vote of 11-18-0.

**UNFAVORABLE ROLL CALL:**

Yeas: Reps. Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman and Aaron Miller.

Pass: None.

Perry Zielak, representing the House Fiscal Agency, testified on the Michigan State Police budget section.

Representative Miller offered the following amendment to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 624, following line 22, by inserting:

"(3) It is the intent of the legislature to assist local units of government implement standard smart 9-1-1 services in order to create a statewide public safety emergency information portal; a hosted supplemental 9-1-1 database containing information entered by individuals via a secure website and updated twice annually to reflect the most current information to be

automatically delivered to public safety answering points that make the information available to first responders during an emergency, but only when a 9-1-1 call is placed. The funds appropriated in part 1 for ½ of the total costs of any, or all, of the following:

- (a) 1-year of standard smart 9-1-1 services.
- (b) Any training costs associated with implementing or maintaining standard smart 9-1-1 services.”.

Representative Miller explained the amendment.

Representative Miller moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

William Hamilton, representing the House Fiscal Agency, testified on the Department of Transportation budget section.

Representative Canfield offered the following amendments to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 627, line 5, by striking “100” and inserting “315,800”. and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 645, following line 12, by inserting:  
“(3) The auditor general shall use a risk-based approach in developing an audit program for the use of transportation funds.”.

Representative Canfield explained the amendments. Questions and discussion followed.

Representative Canfield moved to adopt the amendments for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Banks offered the following amendment to HB 5294, as substituted (H-1) Draft 1:

1. Amend page 652, following line 8, by inserting:  
“Sec. 396. In soliciting proposals for contractual services, other than construction contracts, the department shall obtain assurance that the respondents have the financial capability, equipment, work force, and proper work experience sufficient to perform the proposed services.”.

Representative Banks explained the amendment.

Representative Banks moved to adopt the amendment for HB 5294, as substituted (H-1) Draft 1. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Potvin moved to report HB 5294 with recommendation, as amended, as substituted (H-1). The motion prevailed by a vote of 22-0-7.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Banks, Yanez and Pagan.

Nays: None.

Pass: Reps. Irwin, Roberts, Faris, Singh, Zemke, Durhal and Hoadley.

The Chair laid SB 343 before the committee:

SB 343 (Schuitmaker) Retirement; public school employees; unfunded actuarial accrued liability contribution rate for certain universities; modify.

Bethany Wicksall, representing the House Fiscal Agency, testified on the bill.

Representative Garcia moved to adopt substitute (H-1) for SB 343. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Garcia moved to report SB 343 with recommendation, as substituted (H-1). The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

The Chair laid HB 4440 before the committee:

HB 4440 (Canfield)	Transportation; funds; transportation economic development fund sunset; revise.
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Representative Canfield testified on the bill.

Representative Canfield moved to adopt substitute (H-4) for HB 4440. The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

Representative Canfield moved to report HB 4440 with recommendation, as substituted (H-4). The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

The Chair laid HB 5512 before the committee:

HB 5512 (Poleski)	Human services; services or financial assistance; Michigan energy assistance program; eliminate sunset.
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The following people submitted testimony cards in support of the bill, but did not wish to speak:

Melissa Seifert, representing the American Association of Retired Persons.

Kate White, representing Michigan Community Action.

Cathy Wilson, representing Consumers Energy.  
Dana Gill, representing Heat and Thaw.

Representative Poleski testified on the bill.

Representative Poleski moved to adopt substitute (H-1) for HB 5512. The motion prevailed by a vote of 28-1-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: Rep. Singh.

Pass: None.

Representative Poleski moved to report HB 5512 with recommendation, as substituted (H-1). The motion prevailed by a vote of 29-0-0.

**FAVORABLE ROLL CALL:**

Yeas: Reps. Pscholka, Bumstead, Jenkins, Muxlow, Poleski, Potvin, Kelly, McCready, Pagel, VerHeulen, Victory, Afendoulis, Bizon, Canfield, Cox, Garcia, Inman, Aaron Miller, Santana, Irwin, Roberts, Banks, Faris, Singh, Yanez, Zemke, Durhal, Hoadley and Pagan.

Nays: None.

Pass: None.

There being no further business to come before the committee, the Chair adjourned the meeting, the time being 3:44 p.m.

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Representative Pscholka, Chair

Matthew Carnagie  
Committee Clerk  
April 20<sup>th</sup>, 2016

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Date Approved and Signed